



STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATE CAPITOL
NASHVILLE, TENNESSEE 37243-0285

DAVE GOETZ
COMMISSIONER

August 4, 2009

MEMORANDUM

TO: Honorable Randy McNally, Chairman
Senate Finance, Ways and Means Committee

Honorable Craig Fitzhugh, Chairman
House Finance, Ways and Means Committee

Mr. David Thurman, Director
Office of Legislative Budget Analysis

FROM: M. D. Goetz, Jr., Commissioner of Finance and Administration MDG/TSB

SUBJECT: 2009-2010 Overappropriation Reversion Requirements

I have notified state agencies of 2009-2010 general fund reversion requirements pursuant to Public Acts of 2009, Chapter 554, section 43. Item 10(c) of that section requires that I notify you of amounts to be reserved by agency and program.

The Budget assumes the following overappropriation and contingency reversion:

	Millions of Dollars		
	<u>Total</u>	<u>Recurring</u>	<u>Non-Recurring</u>
Base Overappropriation	120.3	120.3	--
Human Services Revenue	24.9	--	24.9
OIR Savings	5.5	--	5.5
Sub-Total Reversion	<u>150.7</u>	<u>120.3</u>	<u>30.4</u>
Contingency Reserve	56.1	--	56.1
Total Reversion	<u>206.8</u>	<u>120.3</u>	<u>86.5</u>

The contingency allotment reserve is established at July 1, 2009, until I determine whether the 2008-2009 revised revenue estimate of \$8,327,400,000 has been achieved.

Attached is a schedule indicating the amounts to be reverted to the general fund by agency. I currently am reviewing agency plans for fulfilling the reversion requirements and will notify you of the estimates by program once the review is complete.

MDG:BB:ce

cc: Jim White, Executive Director, Fiscal Review Committee

Attachment

**Summary Reversion by Agency
2009-2010 Estimated**

Agency	2009-2010		
	Overapprop. \$150.7 M	Additional \$56.1 M	Total Reversion
303.00 Attorney General and Reporter	\$ 1,000,000	\$ 500,000	\$ 1,500,000
304.00 District Attorneys General Conference	2,000,000	400,000	2,400,000
305.00 Secretary of State	3,000,000	-	3,000,000
306.00 District Public Defenders Conference	900,000	200,000	1,100,000
307.00 Comptroller of the Treasury	3,500,000	-	3,500,000
308.00 Office of the Post-Conviction Defender	100,000	-	100,000
309.00 Treasury Department	100,000	-	100,000
313.00 Claims and Compensation	-	-	-
Sub-Total Non-Executive	\$ 10,600,000	\$ 1,100,000	\$ 11,700,000
315.00 Executive Department	\$ 100,000	\$ -	\$ 100,000
316.01 Commission on Children and Youth	100,000	-	100,000
316.02 Commission on Aging and Disability	400,000	100,000	500,000
316.03 Alcoholic Beverage Commission	300,000	100,000	400,000
316.04 Tennessee Human Rights Commission	100,000	-	100,000
316.09 Corrections Institute	100,000	-	100,000
316.25 Arts Commission	100,000	-	100,000
316.27 State Museum	200,000	-	200,000
317.00 Finance and Administration	1,900,000	1,500,000	3,400,000
318.00 TennCare Bureau	20,000,000	20,000,000	40,000,000
319.00 Human Resources	1,400,000	600,000	2,000,000
321.00 General Services	200,000	100,000	300,000
323.00 Veterans Affairs	500,000	-	500,000
324.00 Board of Probation and Parole	2,600,000	1,000,000	3,600,000
325.00 Agriculture	3,000,000	1,000,000	4,000,000
326.00 Tourist Development	500,000	100,000	600,000
327.00 Environment and Conservation	1,000,000	-	1,000,000
329.00 Correction	4,000,000	4,000,000	8,000,000
330.00 Economic and Community Development	1,000,000	600,000	1,600,000
331.00 Education (K-12) Total	5,000,000	14,600,000	19,600,000
Basic Education Program (BEP) - Excess Estimate	-	1,500,000	1,500,000
BEP Growth Fund - Excess Estimate	-	8,100,000	8,100,000
Career Ladder - Excess Estimate	-	2,000,000	2,000,000
Other Education (K-12) Programs	5,000,000	3,000,000	8,000,000
332.00 Higher Education - THEC and TSAC	1,700,000	1,000,000	2,700,000
335.00 Commerce and Insurance	700,000	300,000	1,000,000
336.00 Financial Institutions	2,000,000	-	2,000,000
337.00 Labor and Workforce Development	1,300,000	100,000	1,400,000

**Summary Reversion by Agency
2009-2010 Estimated**

Agency	2009-2010		Total Reversion
	Overapprop. \$150.7 M	Additional \$56.1 M	
339.00 Mental Health and Developmental Disabilities	1,000,000	-	1,000,000
341.00 Military	300,000	200,000	500,000
343.00 Health	10,000,000	1,000,000	11,000,000
344.00 Division of Intellectual Disabilities Services	1,000,000	-	1,000,000
345.00 Human Services	8,000,000	2,000,000	10,000,000
347.00 Revenue	5,000,000	500,000	5,500,000
348.00 Tennessee Bureau of Investigation	400,000	100,000	500,000
349.00 Safety	4,000,000	3,000,000	7,000,000
350.00 Cover Tennessee	5,000,000	1,000,000	6,000,000
351.00 Miscellaneous Appropriations Total	<u>18,100,000</u>	<u>1,100,000</u>	<u>19,200,000</u>
Rate Adjustments - OIR Rates	5,500,000	-	5,500,000
Other Appropriations	12,600,000	1,100,000	13,700,000
353.00 Emergency and Contingency Fund	400,000	-	400,000
359.00 Children's Services	6,000,000	1,000,000	7,000,000
300.00 Vacancy Freeze	7,800,000	-	7,800,000
300.00 Human Services Revenue - Multi-Agency	<u>24,900,000</u>	<u>-</u>	<u>24,900,000</u>
Total General Fund	<u><u>\$ 150,700,000</u></u>	<u><u>\$ 56,100,000</u></u>	<u><u>\$ 206,800,000</u></u>